

291 - UNEMPLOYMENT INSURANCE INTERNAL SERVICE FUND

Operational Summary

Description:

The Unemployment Internal Service Fund (ISF) provides for self insurance of unemployment claims, administrative fees and related programs associated with the State mandated unemployment insurance program.

Strategic Goals:

- Fund 291 is one of the funds under Employee Benefits. The Employee Benefits Division supports the Human Resources Department's Business and Strategic Plan as they relate to the design, implementation and administration of employee benefits programs.

Unemployment ISF - The Unemployment Insurance Internal Service Fund (ISF) provides for self insurance of unemployment claims, administrative fees and related programs associated with the State mandated unemployment insurance program.

At a Glance:

Total FY 2005-2006 Actual Expenditure + Encumbrance:	1,616,316
Total Final FY 2006-2007	9,650,955
Percent of County General Fund:	N/A
Total Employees:	0.00

Changes Included in the Base Budget:

Unemployment claims experience has declined allowing for rate reductions charged to County departments from the current .0015 of payroll in FY 05-06 to .0012 in FY 06-07. Savings associated with reductions in claim experience is held to maintain sufficient reserves to fund potential economic downturns or internal labor market issues.

Budget Summary

Plan for Support of the County's Strategic Priorities:

Fund 291 is one of the funds under Employee Benefits. The Employee Benefits Division supports the Human Resources Department's Business and Strategic Plan as they relate to the design, implementation and administration of employee benefits programs.

Final Budget History:

Sources and Uses	FY 2004-2005	FY 2005-2006	FY 2005-2006	FY 2006-2007	Change from FY 2005-2006	
	Actual Exp/Rev	Budget As of 6/30/06	Actual Exp/Rev ⁽¹⁾ As of 6/30/06		Actual Amount	Percent
Total Revenues	7,891,492	8,857,014	9,091,238	9,650,955	559,717	6.16
Total Requirements	859,706	8,857,015	1,616,316	9,650,955	8,034,639	497.10
Balance	7,031,786	(1)	7,474,922	0	(7,474,922)	-100.00

(1) Amounts include prior year expenditure and exclude current year encumbrance. Therefore, the totals listed above may not match Total FY 2005-06 Actual Expenditure + Encumbrance included in the "At a Glance" section.

Detailed budget by expense category and by activity is presented for agency: Unemployment Insurance Internal Service Fund in the Appendix on page A215

Highlights of Key Trends:

- Unemployment claims experience has declined allowing for rate reductions charged to County departments from the current .0015 of payroll in FY 05-06 to .0012 in

FY 06-07. Savings associated with reductions in claim experience is held to maintain sufficient reserves to fund potential economic downturns or internal labor market issues.

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Operation of Internal Service Fund 291 Operational Statement for the Fiscal Year 2006-2007

Operating Detail		FY 2004-2005	FY 2005-2006	FY 2006-2007	FY 2006-2007
		Actual	Actual	Proposed Budget	Final Budget
(1)		(2)	(3)	(4)	(5)
OPERATING INCOME					
7710	Insurance Premiums	(1,640,818)	1,739,652	1,300,000	1,300,000
Total Operating Income		(1,640,818)	1,739,652	1,300,000	1,300,000
OPERATING EXPENSES					
Services & Supplies					
1900	Professional and Specialized Services	57,441	64,481	57,733	57,733
1911	CWCAP Charges	9,154	11,684	10,288	10,288
Total Services & Supplies		66,595	76,165	68,021	68,021
Other Charges					
3510	Other Charges - Operating	786,025	1,533,142	9,573,934	9,573,934
Total Other Charges		786,025	1,533,142	9,573,934	9,573,934
Total Operating Expenses		852,620	1,609,307	9,641,955	9,641,955
Net Operating Income (Loss)		(2,493,438)	130,345	(8,341,955)	(8,341,955)
NON-OPERATING REVENUE					
6610	Interest	167,306	316,234	397,450	397,450
7670	Miscellaneous Revenue	1,868	3,568	0	0
Total Non-Operating Revenue		169,174	319,802	397,450	397,450
NON-OPERATING EXPENSES					
1912	Investment Administrative Fees	7,087	7,011	9,000	9,000
Total Non-Operating Expenses		7,087	7,011	9,000	9,000
Net Non-Operating Income (Loss)		162,087	312,791	388,450	388,450
Income (Loss) Before Contributions & Transfers		(2,331,351)	443,136	(7,953,505)	(7,953,505)
STATEMENT OF CHANGES IN NET ASSETS - UNRESTRICTED					
Income (Loss) Before Contributions & Transfers		(2,331,351)	443,136	(7,953,505)	(7,953,505)
Increase (Decrease) in Net Assets - Unrestricted		(2,331,351)	443,136	(7,953,505)	(7,953,505)
Net Assets - Unrestricted - Beginning of Year		9,363,137	7,031,786	7,953,505	7,953,505
Net Assets - Unrestricted - End of Year		7,031,786	7,474,922	0	0